

[Attachment]

Explanatory Material for Business Results for the Six Months Ended September 30, 2023

November 17, 2023

MS&AD Insurance Group Holdings, Inc.

This document has been translated from the Japanese original solely for reference purposes, and the Japanese original shall prevail if any discrepancy is identified.

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1. Summary of Consolidated Business Results

(1) Consolidated Business Results

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio
Net premiums written (non-life insurance)	1	20,962	22,700	1,737	8.3
Mitsui Sumitomo Insurance	2	8,570	8,377	(193)	(2.3)
Aioi Nissay Dowa Insurance	3	6,955	6,940	(15)	(0.2)
Simple sum	4	15,526	15,318	(208)	(1.3)
Mitsui Direct General Insurance	5	170	170	0	0.3
Overseas insurance subsidiaries	6	5,264	7,206	1,942	36.9
Insurance premiums (domestic life insurance)	7	7,724	8,912	1,188	15.4
Mitsui Sumitomo Aioi Life Insurance	8	2,437	2,367	(69)	(2.9)
Mitsui Sumitomo Primary Life Insurance	9	5,286	6,545	1,258	23.8
Ordinary profit	10	238	1,314	1,075	450.8
Net income/(loss) attributable to owners of the parent	11	(11)	875	886	-
Mitsui Sumitomo Insurance	12	248	651	403	162.2
Aioi Nissay Dowa Insurance	13	(154)	16	171	-
Simple sum	14	93	668	574	612.2
Mitsui Direct General Insurance	15	20	(9)	(29)	(145.6)
Mitsui Sumitomo Aioi Life Insurance	16	60	166	106	177.0
Mitsui Sumitomo Primary Life Insurance	17	89	(86)	(175)	(196.1)
Overseas insurance subsidiaries	18	4	409	405	-
The financial result on a local reporting basis in the second quarter	19	264	409	145	55.0
Additional entries for natural disasters	20	(259)	-	259	-
Others, consolidation adjustments, etc.	21	(279)	(274)	5	-

(Notes) 1. Items 12 to 20 represent the net income or loss on a non-consolidated basis after taking into account the Company's ownership interests in its subsidiaries.

2. Overseas consolidated subsidiaries and overseas equity method associates have adopted International Financial Reporting Standards (IFRS) 17 "Insurance Contracts" from the beginning of the six months ended September 30, 2023, since these entities have already adopted IFRS. The figures for the six months ended September 30, 2022 are presented on IFRS 17 basis retrospectively.

(Supplement 1) Incurred Losses Caused by Natural Disasters in Japan, Excluding Residential Earthquake Insurance, of Two Main Consolidated Domestic Non-Life Insurance Subsidiaries

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change
Total	22	899	1,019	119
Mitsui Sumitomo Insurance	23	494	560	65
Aioi Nissay Dowa Insurance	24	404	458	53

(Supplement 2) Incurred Losses Caused by Overseas Natural Disasters

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change
Total	25	540	277	(262)
Aioi Nissay Dowa Insurance	26	204	175	(29)
Overseas insurance subsidiary (MS Amlin)	27	317	101	(215)
Other subsidiaries	28	17	-	(17)

(Notes) 1. The scope of aggregation for overseas natural disasters is determined on the basis of internal management.

2. Item 27 and 28 include the following estimated losses related to overseas insurance subsidiaries (whose fiscal year end is December 31):
For 2022: 26.5 billion yen for Hurricane Ian in September 2022 (26.1 billion yen for item 27 and 0.3 billion yen for item 28, respectively).

(2) Business Results of Domestic Non-Life Insurance Subsidiaries (Simple Sum of Two Main Consolidated Subsidiaries)

The figures in the tables below are presented as simple sum of Mitsui Sumitomo Insurance Co., Ltd. and Aioi Nissay Dowa Insurance Co., Ltd.

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio
(+)	Net premiums written	15,526	15,318	(208)	(1.3)
(-)	Net claims paid	8,298	8,487	189	2.3
(-)	Loss adjustment expenses	904	959	54	6.1
(-)	Commissions and collection expenses	3,089	2,991	(98)	(3.2)
(-)	Operating expenses and general and administrative expenses for underwriting	1,954	1,955	0	0.0
	Underwriting profit before movements in reserves	1,279	924	(355)	(27.8)
(-)	Movement in outstanding claims	1,470	1,443	(26)	(1.8)
(-)	Movement in ordinary underwriting reserves	952	210	(742)	(77.9)
(+)	Other	283	282	(1)	(0.6)
	Underwriting profit/(loss) before movement in catastrophe reserve	(860)	(448)	412	-
(-)	Movement in catastrophe reserve	267	7	(259)	(97.1)
	Underwriting profit/(loss)	(1,127)	(455)	671	-
(+)	Interest and dividends income	1,097	1,137	40	3.7
(-)	Transfer of investment income on deposit premiums from policyholders	187	186	(1)	(0.6)
	Net interest and dividends income (item 13 - item 14)	909	951	41	4.5
(+)	Gains/(losses) on sales of securities	477	680	202	42.4
(-)	Impairment losses on securities	88	186	97	110.2
(+)	Other	(33)	(39)	(5)	-
	Investment profit	1,264	1,404	140	11.1
(+)	Other ordinary profit/(loss)	(52)	(49)	3	-
	Ordinary profit	84	899	815	962.7
(+)	Extraordinary income/(losses):	(104)	(68)	35	-
	Gains/(losses) on reserve for price fluctuation	(30)	(30)	0	-
	Income/(loss) before income taxes	(19)	831	851	-
(-)	Income taxes	(113)	163	276	-
	Net income	93	668	574	612.2

Ratios	Net loss ratio	Note 1	27	59.3 %	61.7 %	2.4 %
	Net expense ratio	Note 2	28	32.5 %	32.3 %	(0.2) %
	Combined ratio	Note 3	29	91.8 %	94.0 %	2.2 %

Incurred losses (including loss adjustment expenses)	Note 4, 5	30	9,649	9,803	154	1.6
	El loss ratio	Note 4, 6	31	73.4 %	72.1 %	(1.3) %

- (Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100
3. Combined ratio = net loss ratio + net expense ratio
4. The calculation is exclusive of residential earthquake insurance and CALI*.
* CALI stands for compulsory automobile liability insurance, and the same hereinafter.
5. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
6. El loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(3) Business Results of Domestic Life Insurance Subsidiaries

1. Mitsui Sumitomo Aioi Life Insurance Co., Ltd.

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio
Amount of new policies ^(Note)	1	7,474	6,664	(809)	(10.8) %
Annualized premiums of new policies	2	133	136	2	2.2 %
Amount of policies in force ^(Note)	3	(As of the beginning of FY2023) 232,499	228,896	(Change from the beginning of FY2023) (3,602)	(1.5) %
Annualized premiums for policies in force	4	(As of the beginning of FY2023) 4,405	4,380	(Change from the beginning of FY2023) (24)	(0.6) %
Insurance premiums	5	2,437	2,367	(69)	(2.9) %
Ordinary profit	6	105	253	148	140.9 %
Extraordinary income/(losses)	7	(6)	(7)	(0)	-
Net income	8	60	166	106	177.0 %

(Note) The figures represent the total sum of individual insurance and individual annuities.

2. Mitsui Sumitomo Primary Life Insurance Co., Ltd.

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio
Amount of new policies ^(Note)	1	5,471	6,993	1,521	27.8 %
Amount of policies in force ^(Note)	2	(As of the beginning of FY2023) 69,322	76,917	(Change from the beginning of FY2023) 7,595	11.0 %
Insurance premiums	3	5,286	6,545	1,258	23.8 %
Ordinary profit/(loss)	4	149	(97)	(247)	(165.4) %
Extraordinary income/(losses)	5	(20)	(23)	(2)	-
Net income/(loss)	6	89	(86)	(175)	(196.1) %

(Note) The figures represent the total sum of individual insurance and individual annuities.

(4) Business Results of Overseas Insurance Subsidiaries

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio
Net premiums written	1	5,264	7,206	1,942	36.9%
Asia	2	1,106	1,225	118	10.8
Europe	3	3,838	5,575	1,736	45.2
Americas	4	319	406	86	27.2
Net income attributable to owners of the parent	5	4	409	405	-
The financial result on a local reporting basis in the second quarter	6	264	409	145	55.0
Asia	7	94	204	110	117.2
Europe	8	126	86	(40)	(31.7)
Americas	9	10	21	10	99.7
International life insurance	10	32	97	64	196.9
Additional entries for natural disasters	11	(259)	-	259	-

(Note) 1. Item 11 is the amount of impact on net income after tax due to the additional entries for the Hurricane Ian that occurred in the third quarter of 2022 at overseas insurance subsidiaries (whose fiscal year end is December 31) .

2. Overseas consolidated subsidiaries and overseas equity method associates have adopted International Financial Reporting Standards (IFRS)17 "Insurance Contracts" from the beginning of the six months ended September 30, 2023, since these entities have already adopted IFRS. The figures for the six months ended September 30, 2022 are presented on IFRS 17 basis retrospectively.

2. Non-Consolidated Business Results of Mitsui Sumitomo Insurance Co., Ltd.

(1) Business Results

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio %
(+)	Net premiums written	8,570	8,377	(193)	(2.3)
(-)	Net claims paid	4,411	4,540	128	2.9
(-)	Loss adjustment expenses	512	552	39	7.7
(-)	Commissions and collection expenses	1,626	1,539	(86)	(5.3)
(-)	Operating expenses and general and administrative expenses for underwriting	1,066	1,079	13	1.2
	Underwriting profit before movements in reserves	953	666	(287)	(30.1)
(-)	Movement in outstanding claims	929	682	(246)	(26.6)
(-)	Movement in ordinary underwriting reserves	489	(21)	(510)	(104.4)
(+)	Other	70	64	(5)	(7.8)
	Underwriting profit/(loss) before movement in catastrophe reserve	(394)	70	464	-
(-)	Movement in catastrophe reserve	246	119	(126)	(51.4)
	Underwriting profit/(loss)	(640)	(49)	591	-
(+)	Interest and dividends income	792	807	15	2.0
(-)	Transfer of investment income on deposit premiums from policyholders	123	120	(2)	(2.3)
	Net interest and dividends income (item 13 - item 14)	668	687	18	2.8
(+)	Gains/(losses) on sales of securities	297	361	63	21.3
(-)	Impairment losses on securities	65	186	120	184.8
(+)	Other	34	77	43	125.2
	Investment profit	935	939	4	0.4
(+)	Other ordinary profit/(loss)	(44)	(28)	15	-
	Ordinary profit	250	861	610	243.7
(+)	Extraordinary income/(losses)	(31)	(27)	3	-
	Gains/(losses) on reserve for price fluctuation	(21)	(21)	0	-
	Income before income taxes	219	834	614	280.1
(-)	Income taxes	(28)	182	211	-
	Net income	248	651	403	162.2

Ratios		Note	2022	2023	Change	Change ratio
	Net loss ratio	Note 1	27	57.5 %	60.8 %	3.3 %
	Net expense ratio	Note 2	28	31.4 %	31.3 %	(0.1) %
	Combined ratio	Note 3	29	88.9 %	92.1 %	3.2 %

	Note	2022	2023	Change	Change ratio	
Incurred losses (including loss adjustment expenses)	Note 4, 5	30	5,291	5,181	(109)	(2.1)
EI loss ratio	Note 4, 6	31	72.1 %	68.5 %	(3.6) %	

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100

3. Combined ratio = net loss ratio + net expense ratio

4. The calculation is exclusive of residential earthquake insurance and CALI.

5. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims

6. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100

Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(2) Premiums written

(Yen in 100 millions)

	Net premiums written				Direct premiums written (excluding deposit premiums from policyholders)			
	Six months ended September 30, 2022		Six months ended September 30, 2023		Six months ended September 30, 2022		Six months ended September 30, 2023	
	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %
Fire and allied	1,563	27.3	1,318	(15.7)	2,201	22.6	1,972	(10.4)
Marine	396	30.3	393	(0.8)	601	27.6	619	3.0
Personal accident	807	3.1	841	4.2	852	6.3	907	6.5
Voluntary automobile	3,443	(0.4)	3,466	0.7	3,478	(0.5)	3,502	0.7
CALI	706	(7.8)	692	(2.0)	651	(4.1)	591	(9.1)
Other	1,653	1.3	1,665	0.7	1,970	2.3	2,006	1.9
Total	8,570	4.9	8,377	(2.3)	9,755	6.4	9,601	(1.6)

(3) Net claims paid

(Yen in 100 millions)

	Six months ended September 30, 2022			Six months ended September 30, 2023			
	Amount	Change ratio %	Net loss ratio %	Amount	Change ratio %	Net loss ratio %	Change %
Fire and allied	875	32.9	57.8	809	(7.5)	63.9	6.1
Marine	157	8.0	41.8	172	9.6	46.2	4.4
Personal accident	416	23.0	56.0	399	(4.0)	52.2	(3.8)
Voluntary automobile	1,759	11.0	61.0	1,883	7.0	64.9	3.9
CALI	491	(6.3)	78.5	511	3.9	83.3	4.8
Other	710	(7.4)	45.1	763	7.4	48.1	3.0
Total	4,411	9.7	57.5	4,540	2.9	60.8	3.3

(Note) Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

(Reference) Incurred losses caused by natural disasters in Japan

(Yen in 100 millions)

	Six months ended September 30, 2022			Six months ended September 30, 2023		
	Incurred losses	Net claims paid	Outstanding claims	Incurred losses	Net claims paid	Outstanding claims
Fire and allied	359	53	306	338	99	239
Voluntary automobile	121	69	52	192	69	123
Other	13	1	12	29	6	22
Total	494	124	370	560	174	386

(Note) The above table describes losses caused by natural disasters in Japan, which exclude residential earthquake insurance, incurred during the respective period.

(4) Expenses

<Company expenses>

(Yen in 100 millions)

	Items	Six months ended September 30, 2022			Six months ended September 30, 2023		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Personnel expenses	1	750	(31)	(4.1)	755	4	0.6
Non-personnel expenses	2	821	61	8.1	876	54	6.6
Taxes and contributions	3	74	3	4.9	74	(0)	(0.6)
Total	4	1,646	33	2.1	1,705	58	3.6

(Note) Total = loss adjustment expenses + operating expenses and general and administrative expenses

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Six months ended September 30, 2022			Six months ended September 30, 2023		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Operating expenses and general and administrative expenses	5	1,066	11	1.0	1,079	13	1.2
Commissions and collection expenses	6	1,626	85	5.6	1,539	(86)	(5.3)
Total	7	2,692	96	3.7	2,618	(73)	(2.7)
Net expense ratio	8	31.4 %	(0.4) %		31.3 %	(0.1) %	

(5) Outstanding claims

(Yen in 100 millions)

	September 30, 2022		September 30, 2023	
	Balance	Movement	Balance	Movement
Fire and allied	2,079	435	1,832	276
Marine	325	54	365	22
Personal accident	549	49	539	5
Voluntary automobile	2,538	106	2,582	169
CALI	405	(5)	429	16
Other	2,296	288	2,609	192
Total	8,194	929	8,359	682

(6) Incurred losses (including loss adjustment expenses) and EI loss ratio

(Yen in 100 millions)

	Six months ended September 30, 2022		Six months ended September 30, 2023			
	Incurred losses (including loss adjustment expenses)	EI loss ratio	Incurred losses (including loss adjustment expenses)	Change	EI loss ratio	Change
		%			%	%
Fire and allied	1,327	101.8	1,118	(208)	79.2	(22.6)
Marine	220	61.3	204	(16)	54.6	(6.7)
Personal accident	500	70.8	445	(55)	56.2	(14.6)
Voluntary automobile	2,208	63.9	2,420	211	70.0	6.1
Other	1,034	68.6	993	(40)	64.8	(3.8)
Total	5,291	72.1	5,181	(109)	68.5	(3.6)

(Notes) 1. The calculation is exclusive of residential earthquake insurance and CALI.

2. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims

3. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100

Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(7) Underwriting reserves

(Yen in 100 millions)

		September 30, 2023				
		Total underwriting reserves	Ordinary underwriting reserves	Reserve for refunds and dividends to policyholders	Catastrophe reserve	Contingency reserve
Fire and allied	Balance	7,876	6,698	100	1,073	3
	Movement	(66)	(102)	(25)	60	0
Marine	Balance	1,265	386	-	879	-
	Movement	0	(21)	-	21	-
Personal accident	Balance	9,005	567	7,569	862	5
	Movement	(152)	49	(230)	26	1
Voluntary automobile	Balance	3,440	2,053	-	1,386	0
	Movement	(14)	10	-	(25)	0
CALI	Balance	2,788	2,788	-	-	-
	Movement	(50)	(50)	-	-	-
Other	Balance	5,373	3,033	238	2,099	1
	Movement	115	93	(14)	35	0
Total	Balance	29,750	15,527	7,908	6,303	10
	Movement	(168)	(21)	(269)	119	2

(Note) Reserves for residential earthquake insurance and CALI are included in ordinary underwriting reserves.

(8) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2023		September 30, 2023			
	Balance	Reserve ratio	Reversal	Provision	Balance	Reserve ratio
		%				%
Fire and allied	1,013	38.1	140	200	1,073	40.7
Marine	857	112.7	-	21	879	111.9
Personal accident	835	55.0	-	26	862	51.3
Voluntary automobile	1,412	20.5	136	111	1,386	20.0
Other	2,064	67.6	35	71	2,099	63.0
Total	6,183	41.6	312	432	6,303	41.0

(Note) Reserve ratio = catastrophe reserve / net premiums written (excluding premiums of residential earthquake insurance and CALI) x 100
Reserve ratio for September 30, 2023 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.

(9) Investment assets

(Yen in 100 millions)

	March 31, 2023	September 30, 2023	
			Change
Cash, deposits and savings	6,253	6,802	548
Investments in securities:	52,885	57,179	4,294
Domestic bonds	12,175	11,652	(522)
Domestic stocks	17,856	21,698	3,842
Foreign securities	21,662	22,420	757
Other securities	1,191	1,408	217
Loans	4,035	3,961	(74)
Land and buildings	1,868	1,850	(17)
Total	65,043	69,794	4,750

(Reference)

Long-term investment assets	8,175	7,906	(269)
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(Reference) Breakdown of domestic bonds

(Yen in 100 millions)

	March 31, 2023	September 30, 2023	
			Change
Government bonds	6,057	5,661	(395)
Municipal bonds	776	755	(20)
Corporate bonds:	5,341	5,235	(106)
Government agency bonds	532	474	(58)
Specific financial institution bonds	8	8	(0)
Other corporate bonds	4,801	4,753	(47)
Total	12,175	11,652	(522)

(10) Breakdown of interest and dividends income

(Yen in 100 millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023	
			Change
Investments in securities:	744	750	6
Domestic bonds	68	66	(2)
Domestic stocks	303	295	(8)
Foreign securities	347	346	(0)
Other securities	25	42	17
Loans	11	13	1
Land and buildings	31	29	(2)
Other	3	13	9
Total	792	807	15

(11) Investments in securities**Unrealized gains and losses on investments in securities**

(Yen in 100 millions)

September 30, 2023	Cost	Fair value	Difference	Change from
				March 31, 2023
Domestic bonds	11,442	11,652	209	(296)
Domestic stocks	4,698	21,312	16,613	4,059
Foreign securities	6,149	7,450	1,300	460
Other securities	607	679	72	52
Total	22,899	41,094	18,195	4,275

(Yen in 100 millions)

March 31, 2023	Cost	Fair value	Difference
Domestic bonds	11,669	12,175	506
Domestic stocks	4,921	17,475	12,554
Foreign securities	5,720	6,560	839
Other securities	612	631	19
Total	22,923	36,843	13,919

(Notes) 1. The above tables describe available-for-sale securities (excluding stocks and other securities without market prices and investments in partnerships etc.).

2. "Other securities" includes loan receivable trust beneficiary certificates included in Monetary claims bought on the balance sheets.

Gains and losses on sales of securities

(Yen in 100 millions)

	Six months ended September 30, 2022 Gains/(losses)	Six months ended September 30, 2023		
		Gains/(losses)	Gains	Losses
Domestic bonds	(0)	(1)	6	8
Domestic stocks	241	354	355	0
Foreign securities	36	8	20	11
Other securities	20	-	-	-
Total	297	361	382	20

Impairment losses on securities

(Yen in 100 millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023	
			Change
Domestic bonds	-	-	-
Domestic stocks	6	0	(5)
Foreign securities	58	185	126
Other securities	-	-	-
Total	65	186	120

3. Non-Consolidated Business Results of Aioi Nissay Dowa Insurance Co., Ltd.

(1) Business Results

(Yen in 100 millions)

	Items	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio %
(+)	Net premiums written	6,955	6,940	(15)	(0.2)
(-)	Net claims paid	3,886	3,947	61	1.6
(-)	Loss adjustment expenses	391	407	15	4.0
(-)	Commissions and collection expenses	1,463	1,451	(11)	(0.8)
(-)	Operating expenses and general and administrative expenses for underwriting	888	875	(12)	(1.4)
	Underwriting profit before movements in reserves	325	257	(67)	(20.8)
(-)	Movement in outstanding claims	540	761	220	40.8
(-)	Movement in ordinary underwriting reserves	463	232	(231)	(50.0)
(+)	Other	213	217	3	1.9
	Underwriting profit/(loss) before movement in catastrophe reserve	(465)	(518)	(52)	-
(-)	Movement in catastrophe reserve	20	(111)	(132)	(636.2)
	Underwriting profit/(loss)	(486)	(406)	80	-
(+)	Interest and dividends income	305	330	24	8.1
(-)	Transfer of investment income on deposit premiums from policyholders	64	66	1	2.8
	Net interest and dividends income (item 13 - item 14)	240	263	22	9.5
(+)	Gains/(losses) on sales of securities	179	318	138	77.3
(-)	Impairment losses on securities	23	0	(23)	(98.5)
(+)	Other	(68)	(116)	(48)	-
	Investment profit	328	465	136	41.4
(+)	Other ordinary profit/(loss)	(8)	(20)	(12)	-
	Ordinary profit/(loss)	(166)	38	204	-
(+)	Extraordinary income/(losses):	(72)	(40)	31	-
	Gains/(losses) on reserve for price fluctuation	(9)	(9)	0	-
	Income/(loss) before income taxes	(238)	(2)	236	-
(-)	Income taxes	(84)	(19)	64	-
	Net income/(loss)	(154)	16	171	-

Ratios	Net loss ratio	Note 1	27	61.5 %	62.7 %	1.2 %
	Net expense ratio	Note 2	28	33.8 %	33.5 %	(0.3) %
	Combined ratio	Note 3	29	95.3 %	96.2 %	0.9 %

Incurred losses (including loss adjustment expenses)	Note 4, 5	30	4,357	4,621	263	6.1
	EL loss ratio	Note 4, 6	31	75.0 %	76.6 %	1.6 %

- (Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100
2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100
3. Combined ratio = net loss ratio + net expense ratio
4. The calculation is exclusive of residential earthquake insurance and CALI.
5. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims
6. EL loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100
Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(2) Premiums written

(Yen in 100 millions)

	Net premiums written				Direct premiums written (excluding deposit premiums from policyholders)			
	Six months ended September 30, 2022		Six months ended September 30, 2023		Six months ended September 30, 2022		Six months ended September 30, 2023	
	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %	Amount	Change ratio %
Fire and allied	1,368	32.5	1,065	(22.2)	1,741	32.5	1,399	(19.7)
Marine	33	(8.5)	25	(25.8)	-	-	-	-
Personal accident	320	3.6	323	0.8	353	4.0	355	0.6
Voluntary automobile	3,830	1.6	4,034	5.3	3,569	0.3	3,597	0.8
CALI	663	(6.8)	658	(0.8)	718	(2.6)	656	(8.6)
Other	739	(3.6)	834	12.9	910	1.1	962	5.6
Total	6,955	4.9	6,940	(0.2)	7,294	6.4	6,971	(4.4)

(3) Net claims paid

(Yen in 100 millions)

	Six months ended September 30, 2022			Six months ended September 30, 2023			
	Amount	Change ratio %	Net loss ratio %	Amount	Change ratio %	Net loss ratio %	Change %
Fire and allied	845	22.6	65.0	764	(9.6)	75.6	10.6
Marine	36	98.4	108.3	26	(28.9)	104.4	(3.9)
Personal accident	149	14.9	51.7	149	0.6	51.7	0.0
Voluntary automobile	1,964	12.7	58.0	2,188	11.4	61.1	3.1
CALI	412	(5.9)	69.0	433	4.9	72.9	3.9
Other	478	27.9	68.2	385	(19.4)	49.2	(19.0)
Total	3,886	14.6	61.5	3,947	1.6	62.7	1.2

(Note) Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

(Reference) Incurred losses caused by natural disasters in Japan

(Yen in 100 millions)

	Six months ended September 30, 2022			Six months ended September 30, 2023		
	Incurred losses	Net claims paid	Outstanding claims	Incurred losses	Net claims paid	Outstanding claims
Fire and allied	263	54	209	268	95	173
Voluntary automobile	138	83	55	179	70	109
Other	2	0	2	10	2	7
Total	404	137	267	458	168	290

(Note) The above table describes losses caused by natural disasters in Japan, which exclude residential earthquake insurance, incurred during the respective period.

(4) Expenses

<Company expenses>

(Yen in 100 millions)

	Items	Six months ended September 30, 2022			Six months ended September 30, 2023		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Personnel expenses	1	627	(23)	(3.6)	588	(39)	(6.3)
Non-personnel expenses	2	658	22	3.6	704	45	6.9
Taxes and contributions	3	53	(0)	(1.7)	50	(3)	(6.0)
Total	4	1,339	(1)	(0.1)	1,342	2	0.2

(Note) Total = loss adjustment expenses + operating expenses and general and administrative expenses

<Expenses for underwriting>

(Yen in 100 millions)

	Items	Six months ended September 30, 2022			Six months ended September 30, 2023		
		Amount	Change	Change ratio %	Amount	Change	Change ratio %
Operating expenses and general and administrative expenses	5	888	(12)	(1.3)	875	(12)	(1.4)
Commissions and collection expenses	6	1,463	98	7.2	1,451	(11)	(0.8)
Total	7	2,351	86	3.8	2,327	(23)	(1.0)
Net expense ratio	8	33.8 %	(0.4)		33.5 %	(0.3) %	

(5) Outstanding claims

(Yen in 100 millions)

	September 30, 2022		September 30, 2023	
	Balance	Movement	Balance	Movement
Fire and allied	1,855	304	1,755	278
Marine	88	(7)	76	(2)
Personal accident	342	40	348	15
Voluntary automobile	2,867	143	3,131	287
CALI	349	(5)	372	15
Other	1,269	64	1,392	167
Total	6,773	540	7,076	761

(Note) Movements for the six months ended September 30, 2023 are not consistent with the changes from the balances at the previous year end due to the transfer of a portion of the overseas reinsurance contracts.

(6) Incurred losses (including loss adjustment expenses) and EI loss ratio

(Yen in 100 millions)

	Six months ended September 30, 2022		Six months ended September 30, 2023			
	Incurred losses (including loss adjustment expenses)	EI loss ratio	Incurred losses (including loss adjustment expenses)	Change	EI loss ratio	Change
		%			%	%
Fire and allied	1,185	113.0	1,083	(102)	99.2	(13.8)
Marine	29	88.6	23	(5)	70.1	(18.5)
Personal accident	206	68.1	182	(23)	59.5	(8.6)
Voluntary automobile	2,367	63.2	2,753	386	71.1	7.9
Other	569	83.7	577	8	79.5	(4.2)
Total	4,357	75.0	4,621	263	76.6	1.6

(Notes) 1. The calculation is exclusive of residential earthquake insurance and CALI.

2. Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims

3. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100

Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(7) Underwriting reserves

(Yen in 100 millions)

		September 30, 2023				
		Total underwriting reserves	Ordinary underwriting reserves	Reserve for refunds and dividends to policyholders	Catastrophe reserve	Contingency reserve
Fire and allied	Balance	6,449	5,584	106	751	7
	Movement	(148)	(28)	(40)	(80)	0
Marine	Balance	107	33	-	73	-
	Movement	(21)	(10)	-	(10)	-
Personal accident	Balance	3,227	240	2,260	720	6
	Movement	(67)	16	(94)	10	0
Voluntary automobile	Balance	3,285	2,380	45	859	0
	Movement	115	163	0	(48)	0
CALI	Balance	2,615	2,615	-	-	-
	Movement	(23)	(23)	-	-	-
Other	Balance	2,296	1,518	67	709	1
	Movement	125	114	(7)	18	0
Total	Balance	17,981	12,372	2,479	3,113	15
	Movement	(19)	232	(141)	(111)	1

(Notes) Reserves for residential earthquake insurance and CALI are included in ordinary underwriting reserves.

(8) Catastrophe reserve

(Yen in 100 millions)

	March 31, 2023		September 30, 2023			
	Balance	Reserve ratio	Reversal	Provision	Balance	Reserve ratio
		%				%
Fire and allied	832	37.1	243	163	751	35.3
Marine	83	106.9	12	1	73	145.2
Personal accident	710	117.2	0	10	720	111.4
Voluntary automobile	908	11.9	178	129	859	10.7
Other	690	48.0	7	25	709	42.5
Total	3,225	26.8	442	330	3,113	24.8

(Note) Reserve ratio = catastrophe reserve / net premiums written (excluding premiums of residential earthquake insurance and CALI) x 100
Reserve ratio for September 30, 2023 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.

(9) Investment assets

(Yen in 100 millions)

	March 31, 2023	September 30, 2023	
			Change
Cash, deposits and savings	2,357	2,730	372
Investments in securities:	25,363	25,990	627
Domestic bonds	6,866	6,327	(539)
Domestic stocks	8,638	9,499	861
Foreign securities	8,856	9,171	314
Other securities	1,001	992	(8)
Loans	2,605	2,750	144
Land and buildings	1,652	1,629	(22)
Total	31,978	33,101	1,122

(Reference)

Long-term investment assets	2,576	2,434	(142)
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(Reference) Breakdown of domestic bonds

(Yen in 100 millions)

	March 31, 2023	September 30, 2023	
			Change
Government bonds	4,079	3,755	(323)
Municipal bonds	237	152	(85)
Corporate bonds:	2,549	2,419	(130)
Government agency bonds	422	369	(53)
Specific financial institution bonds	3	-	(3)
Other corporate bonds	2,124	2,050	(73)
Total	6,866	6,327	(539)

(10) Breakdown of interest and dividends income

(Yen in 100 millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023	
			Change
Investments in securities:	269	285	15
Domestic bonds	41	41	0
Domestic stocks	131	130	(1)
Foreign securities	94	109	14
Other securities	1	4	2
Loans	11	15	4
Land and buildings	22	23	0
Other	2	6	3
Total	305	330	24

(11) Investments in securities

Unrealized gains and losses on investments in securities

(Yen in 100 millions)

September 30, 2023	Cost	Fair value	Difference	Change from
				March 31, 2023
Domestic bonds	6,260	6,327	66	(115)
Domestic stocks	3,004	9,143	6,138	1,079
Foreign securities	8,016	8,168	152	188
Other securities	677	803	126	49
Total	17,958	24,443	6,484	1,201

(Yen in 100 millions)

March 31, 2023	Cost	Fair value	Difference
Domestic bonds	6,684	6,866	182
Domestic stocks	3,234	8,293	5,059
Foreign securities	7,903	7,867	(35)
Other securities	738	815	77
Total	18,559	23,843	5,283

(Note) The above tables describe available-for-sale securities (excluding stocks and other securities without market prices and investments in partnerships etc.).

Gains and losses on sales of securities

(Yen in 100 millions)

	Six months ended September 30, 2022 Gains/(losses)	Six months ended September 30, 2023 Gains/(losses)	Change	
			Gains	Losses
Domestic bonds	(2)	(1)	16	18
Domestic stocks	178	317	318	0
Foreign securities	3	2	65	62
Other securities	-	-	-	-
Total	179	318	399	81

Impairment losses on securities

(Yen in 100 millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023	Change
Domestic bonds	-	-	-
Domestic stocks	18	0	(17)
Foreign securities	5	0	(5)
Other securities	-	-	-
Total	23	0	(23)

4. Earnings Forecasts

(1) Consolidated Business Results

(Yen in 100 millions)

	Items	Results for year ended March 31, 2023	Initial forecasts for year ending March 31, 2024	Revised forecasts for year ending March 31, 2024	Change from the initial forecasts
Net premiums written (non-life insurance)	1	39,332	40,840	41,620	780
Mitsui Sumitomo Insurance	2	16,298	16,180	16,160	(20)
Aioi Nissay Dowa Insurance	3	13,355	13,600	13,630	30
Simple sum	4	29,653	29,780	29,790	10
Mitsui Direct General Insurance	5	345	350	350	-
Overseas insurance subsidiaries	6	9,329	10,700	11,480	780
Insurance premiums (domestic life insurance)	7	17,075	14,810	15,810	1,000
Mitsui Sumitomo Aioi Life Insurance	8	4,871	4,770	4,770	-
Mitsui Sumitomo Primary Life Insurance	9	12,204	10,040	11,040	1,000
Ordinary profit	10	2,922	4,200	4,000	(200)
Net income attributable to owners of the parent	11	2,110	3,000	2,800	(200)
Mitsui Sumitomo Insurance	12	1,078	1,420	1,350	(70)
Aioi Nissay Dowa Insurance	13	431	600	560	(40)
Simple sum	14	1,510	2,020	1,910	(110)
Mitsui Direct General Insurance	15	8	(9)	(19)	(10)
Mitsui Sumitomo Aioi Life Insurance	16	127	250	250	-
Mitsui Sumitomo Primary Life Insurance	17	197	160	160	-
Overseas insurance subsidiaries	18	665	1,180	1,020	(160)
Others, consolidation adjustments, etc.	19	(400)	(601)	(521)	80
Annual total of dividends per share	20	200.00 yen	240.00 yen	240.00 yen	- yen

(Notes) 1. Items 12 to 18 represent the net income or loss on a non-consolidated basis after taking into account the Company's ownership interests in its subsidiaries.

2. Overseas consolidated subsidiaries and overseas equity method associates have adopted International Financial Reporting Standards (IFRS) 17 "Insurance Contracts" from the beginning of the six months ended September 30, 2023, since these entities have already adopted IFRS. The figures for the year ended March 31, 2023 are presented on IFRS 17 basis retrospectively.

(2) Domestic Non-Life Insurance Subsidiaries (Two Main Consolidated Subsidiaries)

(Yen in 100 millions)

	Items	Simple sum		Mitsui Sumitomo Insurance		Aioi Nissay Dowa Insurance	
		Revised forecasts for year ending March 31, 2024	Change from the initial forecasts	Revised forecasts for year ending March 31, 2024	Change from the initial forecasts	Revised forecasts for year ending March 31, 2024	Change from the initial forecasts
Net premiums written	1	29,790	10	16,160	(20)	13,630	30
Growth rate of net premiums written	2	0.5 %	0.1 %	(0.8) %	(0.1) %	2.1 %	0.3 %
Net loss ratio ^(Note 1)	3	66.3 %	3.1 %	65.8 %	2.3 %	66.9 %	4.1 %
Net expense ratio ^(Note 2)	4	33.5 %	0.2 %	33.0 %	0.1 %	34.2 %	0.3 %
Combined ratio ^(Note 3)	5	99.8 %	3.3 %	98.8 %	2.4 %	101.1 %	4.4 %
EI loss ratio ^(Note 4, 5)	6	68.4 %	6.1 %	66.6 %	4.4 %	70.6 %	8.2 %
Underwriting profit	7	280	(800)	340	(240)	(60)	(560)
Investment profit	8	2,500	670	1,590	190	910	480
Ordinary profit	9	2,620	(130)	1,800	(50)	820	(80)
Net income	10	1,910	(110)	1,350	(70)	560	(40)

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written x 100

2. Net expense ratio = (commissions and collection expenses + operating expenses and general and administrative expenses for underwriting) / net premiums written x 100

3. Combined ratio = net loss ratio + net expense ratio

4. The calculation is exclusive of residential earthquake insurance and CALI.

5. EI loss ratio = incurred losses (including loss adjustment expenses) / earned premiums x 100

Incurred losses (including loss adjustment expenses) = net claims paid + loss adjustment expenses + movement in outstanding claims

Earned premiums are calculated based on unearned premiums (excluding underwriting reserves for natural disasters), premium reserve, etc.

(Primary assumptions of the forecasts)

- The forecast of net premiums written is based on the Company's own estimate taking into account the trends in the consolidated business results.
- Incurred losses (which are the sum total of net claims paid and movement in outstanding claims) caused by natural disasters in Japan for the year ending March 31, 2024 are assumed to be ¥71 billion at Mitsui Sumitomo Insurance Co., Ltd. and ¥56 billion at Aioi Nissay Dowa Insurance Co., Ltd..
- Market interest rates, currency exchange rates and stock prices are assumed to be at almost the same level as September 30, 2023.

The Company's consolidated earnings forecasts have been made based on certain assumptions including those above mentioned but actual results may differ substantially from these forecasts depending on various factors.

Supplementary Information

1. Supplementary Information on Consolidated Business Results

(1) Consolidated Business Results

(Yen in 100 millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023	Change	Change ratio
Ordinary income and expenses:				
Underwriting income:	21,399	28,096	6,696	31.3 %
Net premiums written	20,962	22,700	1,737	8.3
Deposit premiums from policyholders	226	182	(44)	(19.5)
Life insurance premiums	(120)	4,760	4,880	-
Underwriting expenses:	22,605	29,829	7,224	32.0
Net claims paid	10,441	10,859	417	4.0
Loss adjustment expenses	1,022	1,089	67	6.6
Commissions and collection expenses	3,891	4,205	314	8.1
Maturity refunds to policyholders	762	694	(68)	(8.9)
Life insurance claims	2,176	2,698	522	24.0
Provision for outstanding claims	1,676	2,215	538	32.1
Provision for underwriting reserves	2,566	8,037	5,470	213.2
Investment income:	6,722	7,918	1,195	17.8
Interest and dividends income	1,738	1,934	196	11.3
Investment gains on money trusts	2,891	2,439	(451)	(15.6)
Investment gains on trading securities	-	219	219	-
Gains on sales of securities	724	843	119	16.4
Gains on derivative transactions	528	-	(528)	(100)
Investment gains on separate accounts	-	806	806	-
Investment expenses:	1,818	1,176	(642)	(35.3)
Investment losses on money trusts	495	670	175	35.5
Investment losses on trading securities	241	-	(241)	(100)
Losses on sales of securities	238	152	(86)	(36.2)
Impairment losses on securities	133	20	(113)	(84.7)
Losses on derivative transactions	-	275	275	-
Investment losses on separate accounts	666	-	(666)	(100)
Operating expenses and general and administrative expenses	3,463	3,787	324	9.4
Other ordinary income and expenses:	3	93	89	-
Gains/(losses) on equity method investments	0	126	126	-
Ordinary profit	238	1,314	1,075	450.8
Extraordinary income and losses:				
Extraordinary income	3	1	(1)	(56.4)
Extraordinary losses	132	111	(21)	(15.8)
Extraordinary income/(losses)	(129)	(110)	19	-
Income before income taxes	108	1,203	1,094	-
Income taxes - current	127	349	221	173.3
Income taxes - deferred	(28)	(38)	(10)	-
Total income taxes	99	311	211	211.9
Net income	8	892	883	-
Net income attributable to non-controlling interests	20	17	(3)	(15.6)
Net income/(loss) attributable to owners of the parent	(11)	875	886	-

(Note) Overseas consolidated subsidiaries and overseas equity method associates have adopted International Financial Reporting Standards (IFRS)17 "Insurance Contracts" from the beginning of the six months ended September 30, 2023, since these entities have already adopted IFRS. The figures for the six months ended September 30, 2022 are presented on IFRS 17 basis retrospectively.

(2) Premiums Written and Net Claims Paid by Line of Insurance

Direct Premiums Written by Line of Insurance (including Deposit premiums from policyholders)

(Yen in millions)

Lines of Insurance	Six months ended September 30, 2022			Six months ended September 30, 2023		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	546,245	24.3	-	533,551	22.4	(2.3)
Marine	145,961	6.5	-	147,278	6.2	0.9
Personal accident	157,473	7.0	-	161,864	6.8	2.8
Voluntary automobile	847,529	37.7	-	873,141	36.6	3.0
CALI	136,969	6.1	-	124,870	5.2	(8.8)
Other	414,741	18.4	-	544,954	22.8	31.4
Total:	2,248,919	100.0	-	2,385,661	100.0	6.1
Deposit premiums from policyholders	22,632	1.0	-	18,219	0.8	(19.5)

Net Premiums Written by Line of Insurance

(Yen in millions)

Lines of Insurance	Six months ended September 30, 2022			Six months ended September 30, 2023		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	438,081	20.9	-	455,455	20.1	4.0
Marine	109,020	5.2	-	106,464	4.7	(2.3)
Personal accident	132,925	6.3	-	136,963	6.0	3.0
Voluntary automobile	874,254	41.7	-	911,272	40.1	4.2
CALI	137,147	6.6	-	135,248	6.0	(1.4)
Other	404,810	19.3	-	524,618	23.1	29.6
Total	2,096,240	100.0	-	2,270,021	100.0	8.3

Net Claims Paid by Line of Insurance

(Yen in millions)

Lines of Insurance	Six months ended September 30, 2022			Six months ended September 30, 2023		
	Amount	Share (%)	Change ratio (%)	Amount	Share (%)	Change ratio (%)
Fire and allied	228,907	21.9	-	206,399	19.0	(9.8)
Marine	39,811	3.8	-	39,470	3.6	(0.9)
Personal accident	68,911	6.6	-	67,027	6.2	(2.7)
Voluntary automobile	451,004	43.2	-	492,071	45.3	9.1
CALI	90,664	8.7	-	94,623	8.7	4.4
Other	164,872	15.8	-	186,356	17.2	13.0
Total	1,044,171	100.0	-	1,085,949	100.0	4.0

(Note) 1. The figures in the above tables include elimination of intersegment transactions.

- Overseas consolidated subsidiaries and overseas equity method associates have adopted International Financial Reporting Standards (IFRS) 17 "Insurance Contracts" from the beginning of the six months ended September 30, 2023, since these entities have already adopted IFRS. The figures for the six months ended September 30, 2022 are presented on IFRS 17 basis retrospectively. Change ratios for the six months ended September 30, 2022 are not available and not presented on this table.

(3) Investments in Securities

1. Trading securities

(Yen in millions)

	March 31, 2023		September 30, 2023	
	Carrying amount	Unrealized gains/(losses) included in income	Carrying amount	Unrealized gains/(losses) included in income
Trading securities	2,648,799	(146,627)	2,631,706	45,970

(Note) "Trading securities" includes certificates of deposits included in Cash, deposits and savings, and commercial papers included in Monetary claims bought on the consolidated balance sheet.

2. Held-to-maturity securities

(Yen in millions)

Items	March 31, 2023			September 30, 2023		
	Carrying amount	Fair value	Difference	Carrying amount	Fair value	Difference
Domestic Bonds	1,221,808	1,293,571	71,763	1,292,949	1,300,092	7,143
Foreign Securities	4,262	4,375	113	4,853	4,992	139
Other Securities	25,030	25,030	-	9,528	9,528	-
Total	1,251,101	1,322,977	71,876	1,307,331	1,314,614	7,283

(Note) "Other Securities" includes certificates of deposits included in Cash, deposits and savings, and commercial papers included in Monetary claims bought on the consolidated balance sheet.

3. Debt securities earmarked for underwriting reserves

(Yen in millions)

Items	March 31, 2023			September 30, 2023		
	Carrying amount	Fair value	Difference	Carrying amount	Fair value	Difference
Domestic Bonds	1,947,747	1,656,169	(291,577)	1,963,766	1,518,812	(444,953)
Foreign Securities	313,075	301,246	(11,828)	419,797	383,845	(35,952)
Total	2,260,822	1,957,416	(303,406)	2,383,564	1,902,657	(480,906)

4. Available-for-sale securities

(Yen in millions)

Items	March 31, 2023			September 30, 2023		
	Cost	Carrying amount	Difference	Cost	Carrying amount	Difference
Domestic Bonds	2,602,649	2,658,520	55,871	2,561,572	2,550,719	(10,852)
Domestic Stocks	862,991	2,577,273	1,714,282	816,101	3,046,093	2,229,992
Foreign Securities	4,134,144	4,148,478	14,334	4,605,883	4,667,604	61,720
Other Securities	275,673	282,325	6,652	258,154	275,154	16,999
Total	7,875,458	9,666,599	1,791,140	8,241,711	10,539,571	2,297,859

(Notes) 1. Stocks and other securities without market prices and investments in partnerships etc. are excluded from the above table.

2. "Other Securities" includes certificates of deposits included in Cash, deposits and savings, and commercial papers and loan receivable trust beneficiary certificates included in Monetary claims bought on the consolidated balance sheet.

3. The Company and its consolidated subsidiaries recognized impairment losses on Available-for-sale securities (excluding stocks and other securities without market prices and investments in partnerships etc.) as follows.
For the year ended March 31, 2023, ¥14,966 million (comprised of ¥864 million on Domestic stocks and ¥14,102 million on Foreign securities)

For the six months ended September 30, 2023, ¥1,546 million (comprised of Foreign securities only)

In principle, the Company and its domestic consolidated subsidiaries recognize impairment losses on securities if the fair value declines by 30% or more from the cost.

2. Summary of Business Results of Main Consolidated Subsidiaries

(1) Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

Non-Consolidated Balance Sheets

(Yen in millions)

Items	March 31, 2023	September 30, 2023
(Assets)		
Cash, deposits and savings	621,815	677,125
Monetary claims bought	3,091	2,619
Money trusts	494	544
Investments in securities	5,288,584	5,717,992
Loans	403,552	396,104
Tangible fixed assets	202,456	198,717
Intangible fixed assets	84,760	78,141
Other assets	358,873	360,663
Prepaid pension expenses	19,783	23,357
Customers' liabilities under acceptances and guarantees	19,362	15,787
Bad debt reserve	(2,751)	(2,297)
Total assets	7,000,023	7,468,756
(Liabilities)		
Policy liabilities:	3,759,612	3,811,006
Outstanding claims	767,681	835,962
Underwriting reserves	2,991,931	2,975,044
Bonds issued	580,902	580,902
Other liabilities:	437,504	428,477
Income taxes payable	5,372	14,093
Lease obligations	300	102
Asset retirement obligations	4,028	4,048
Other liabilities	427,802	410,232
Reserve for pension and retirement benefits	86,191	87,969
Reserve for retirement benefits for officers	130	104
Accrued bonuses for employees	9,609	9,201
Reserve for stock payments	478	717
Reserves under the special laws:	31,590	33,733
Reserve for price fluctuation	31,590	33,733
Deferred tax liabilities	112,111	227,259
Acceptances and guarantees	19,362	15,787
Total liabilities	5,037,491	5,195,158
(Net assets)		
Common stock	139,595	139,595
Capital surplus	93,107	93,107
Retained earnings	709,093	711,962
Total shareholders' equity	941,796	944,665
Net unrealized gains/(losses) on investments in securities	1,006,761	1,317,523
Net deferred gains/(losses) on hedges	13,972	11,408
Total valuation and translation adjustments	1,020,734	1,328,932
Total net assets	1,962,531	2,273,597
Total liabilities and net assets	7,000,023	7,468,756

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income:	1,001,102	1,006,600
Underwriting income:	889,360	882,155
Net premiums written	857,076	837,759
Deposit premiums from policyholders	16,767	13,159
Investment income on deposit premiums from policyholders	12,315	12,026
Reversal of underwriting reserves	-	16,887
Investment income:	109,371	121,294
Interest and dividends income	79,212	80,765
Investment gains on money trusts	57	50
Gains on sales of securities	33,284	38,237
Transfer of investment income on deposit premiums from policyholders	(12,315)	(12,026)
Other ordinary income	2,371	3,151
Ordinary expenses:	976,028	920,426
Underwriting expenses:	847,743	779,347
Net claims paid	441,152	454,009
Loss adjustment expenses	51,293	55,232
Commissions and collection expenses	162,610	153,921
Maturity refunds to policyholders	51,279	47,706
Provision for outstanding claims	92,979	68,281
Provision for underwriting reserves	47,941	-
Investment expenses:	11,960	23,281
Losses on sales of securities	3,492	2,096
Impairment losses on securities	6,541	18,631
Operating expenses and general and administrative expenses	113,380	115,309
Other ordinary expenses:	2,943	2,488
Interest expense	2,519	2,433
Ordinary profit	25,074	86,173
Extraordinary income	28	17
Extraordinary losses	3,145	2,735
Income before income taxes	21,956	83,456
Income taxes - current	1,384	22,401
Income taxes - deferred	(4,278)	(4,112)
Total income taxes	(2,894)	18,288
Net income	24,850	65,167

Non-Consolidated Solvency Margin Ratio

Insurance companies running their business in Japan calculate the non-consolidated solvency margin ratio pursuant to the provisions of Articles 86 and 87 of the Insurance Business Act Enforcement Regulations and Public Notice No. 50 issued by the Ministry of Finance in 1996.

While insurance companies set aside reserves to provide for payments of insurance claims should an insured event occur, they are also required to maintain sufficient funds to pay out in an event outside the normal range of estimates such as a major catastrophe and a significant drop in the value of their assets.

The non-consolidated solvency margin ratio, or item (C) in each of the tables below, which is calculated in accordance with the Insurance Business Act, is the ratio of “solvency margin of insurance companies calculated based on their capital and other reserves”, or (A) the total amount of solvency margin, to “risks exceeding the normal range of estimates”, or (B) the total amount of risks.

The non-consolidated solvency margin ratio is one of the objective indicators used by the insurance regulatory authorities to supervise insurance companies. A non-consolidated solvency margin ratio of 200% or over indicates adequate ability to satisfy insurance claims and other payment requirements.

(Yen in millions)

	March 31, 2023	September 30, 2023
(A) Total amount of solvency margin	3,405,349	3,855,755
Total net assets	879,498	912,835
Reserve for price fluctuation	31,590	33,733
Contingency reserve	814	1,069
Catastrophe reserve	620,474	632,491
General bad debt reserve	351	389
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions)	1,255,835	1,642,818
Net unrealized gains/(losses) on land	52,102	54,729
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	330,902	330,902
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	3,642	3,642
Others	237,421	250,427
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	995,234	1,102,069
General insurance risk (R ₁)	148,949	149,504
Insurance risk of third sector insurance contracts (R ₂)	-	-
Assumed interest rate risk (R ₃)	9,848	9,576
Asset management risk (R ₄)	821,033	904,489
Business administration risk (R ₅)	22,175	24,302
Catastrophe risk (R ₆)	128,932	151,555
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	684.3 %	699.7 %

(2) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)**Non-Consolidated Balance Sheets**

(Yen in millions)

Items	March 31, 2023	September 30, 2023
(Assets)		
Cash, deposits and savings	232,720	269,677
Money trusts	3,050	3,381
Investments in securities	2,536,311	2,599,045
Loans	260,537	275,029
Tangible fixed assets	177,201	174,058
Intangible fixed assets	75,119	77,587
Other assets	366,106	384,151
Prepaid pension expenses	27,789	28,875
Deferred tax assets	45,624	25,493
Customers' liabilities under acceptances and guarantees	10,000	10,000
Bad debt reserve	(771)	(902)
Total assets	3,733,689	3,846,397
(Liabilities)		
Policy liabilities:	2,432,837	2,505,858
Outstanding claims	632,693	707,686
Underwriting reserves	1,800,143	1,798,171
Bonds issued	50,000	50,000
Other liabilities:	392,641	364,538
Income taxes payable	3,480	8,680
Asset retirement obligations	1,168	1,085
Other liabilities	387,993	354,772
Reserve for pension and retirement benefits	42,168	43,522
Accrued bonuses for employees	6,185	5,365
Reserve for stock payments	446	669
Reserves under the special laws:	35,708	36,653
Reserve for price fluctuation	35,708	36,653
Acceptances and guarantees	10,000	10,000
Total liabilities	2,969,987	3,016,607
(Net assets)		
Common stock	100,005	100,005
Capital surplus	81,207	81,207
Retained earnings	199,386	177,746
Total shareholders' equity	380,599	358,959
Net unrealized gains/(losses) on investments in securities	383,101	470,830
Total valuation and translation adjustments	383,101	470,830
Total net assets	763,701	829,789
Total liabilities and net assets	3,733,689	3,846,397

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income:	779,350	796,820
Underwriting income:	725,671	724,299
Net premiums written	695,561	694,059
Deposit premiums from policyholders	5,864	5,059
Investment income on deposit premiums from policyholders	6,480	6,662
Reversal of underwriting reserves	-	1,972
Investment income:	48,323	68,650
Interest and dividends income	30,555	33,033
Investment gains on money trusts	0	0
Gains on sales of securities	22,992	39,989
Transfer of investment income on deposit premiums from policyholders	(6,480)	(6,662)
Other ordinary income	5,355	3,870
Ordinary expenses:	795,956	792,998
Underwriting expenses:	687,259	679,073
Net claims paid	388,656	394,779
Loss adjustment expenses	39,176	40,728
Commissions and collection expenses	146,332	145,183
Maturity refunds to policyholders	24,935	21,698
Provision for outstanding claims	54,075	76,115
Provision for underwriting reserves	33,501	-
Investment expenses:	12,658	19,234
Losses on sales of securities	5,020	8,119
Impairment losses on securities	2,339	35
Operating expenses and general and administrative expenses	94,816	93,536
Other ordinary expenses:	1,223	1,154
Interest expense	392	201
Ordinary profit/(loss)	(16,606)	3,821
Extraordinary income	44	58
Extraordinary losses	7,328	4,153
Income/(loss) before income taxes	(23,889)	(274)
Income taxes - current	1,620	11,890
Income taxes - deferred	(10,043)	(13,830)
Total income taxes	(8,423)	(1,939)
Net income/(loss)	(15,466)	1,665

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2023	September 30, 2023
(A) Total amount of solvency margin	1,327,493	1,417,222
Total net assets	357,293	348,830
Reserve for price fluctuation	35,708	36,653
Contingency reserve	1,388	1,524
Catastrophe reserve	323,213	312,058
General bad debt reserve	183	188
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions)	478,111	587,632
Net unrealized gains/(losses) on land	36,294	39,447
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	50,000	50,000
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	6,594	7,593
Others	51,892	48,481
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	319,545	350,671
General insurance risk (R ₁)	124,281	126,063
Insurance risk of third sector insurance contracts (R ₂)	-	-
Assumed interest rate risk (R ₃)	4,959	4,763
Asset management risk (R ₄)	242,826	262,726
Business administration risk (R ₅)	8,125	8,794
Catastrophe risk (R ₆)	34,212	46,169
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	830.8 %	808.2 %

(3) Mitsui Direct General Insurance Co., Ltd. (Non-consolidated)**Non-Consolidated Balance Sheets**

(Yen in millions)

Items	March 31, 2023	September 30, 2023
(Assets)		
Cash, deposits and savings	16,341	4,458
Investments in securities	33,509	43,144
Tangible fixed assets	761	699
Intangible fixed assets	5,355	5,924
Other assets	5,104	5,197
Deferred tax assets	1,603	1,461
Bad debt reserve	(2)	(2)
Total assets	62,674	60,884
(Liabilities)		
Policy liabilities:	42,704	42,781
Outstanding claims	22,692	23,447
Underwriting reserves	20,012	19,334
Other liabilities:	2,486	1,886
Income taxes payable	93	98
Asset retirement obligations	198	198
Other liabilities	2,194	1,589
Reserve for pension and retirement benefits	432	465
Accrued bonuses for employees	332	169
Reserve for stock payments	10	15
Reserves under the special laws:	100	105
Reserve for price fluctuation	100	105
Total liabilities	46,066	45,423
(Net assets)		
Common stock	39,106	39,106
Capital surplus	9,006	9,006
Retained earnings	(31,390)	(32,303)
Total shareholders' equity	16,721	15,808
Net unrealized gains/(losses) on investments in securities	(113)	(347)
Total valuation and translation adjustments	(113)	(347)
Total net assets	16,607	15,460
Total liabilities and net assets	62,674	60,884

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income:	18,715	17,824
Underwriting income:	18,691	17,760
Net premiums written	17,013	17,070
Investment income on deposit premiums from policyholders	10	12
Reversal of outstanding claims	558	-
Reversal of underwriting reserves	1,107	678
Investment income:	12	52
Interest and dividends income	23	65
Transfer of investment income on deposit premiums from policyholders	(10)	(12)
Other ordinary income	11	10
Ordinary expenses:	16,498	19,027
Underwriting expenses:	11,300	12,767
Net claims paid	9,802	10,485
Loss adjustment expenses	1,309	1,320
Commissions and collection expenses	187	206
Provision for outstanding claims	-	755
Investment expenses	-	-
Operating expenses and general and administrative expenses	5,197	6,259
Other ordinary expenses	0	1
Ordinary profit/(loss)	2,217	(1,203)
Extraordinary income	-	-
Extraordinary losses	3	4
Income before income/(loss) taxes	2,213	(1,208)
Income taxes - current	236	(436)
Income taxes - deferred	(27)	141
Total income taxes	209	(294)
Net income/(loss)	2,004	(913)

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2023	September 30, 2023
(A) Total amount of solvency margin	17,853	16,160
Total net assets	16,721	15,808
Reserve for price fluctuation	100	105
Contingency reserve	0	0
Catastrophe reserve	1,143	592
General bad debt reserve	1	0
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions)	(113)	(347)
Net unrealized gains/(losses) on land	-	-
Excess of policyholders' contract deposits (a)	-	-
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Deductions	-	-
Others	-	-
(B) Total amount of risks $\sqrt{(R_1 + R_2)^2 + (R_3 + R_4)^2} + R_5 + R_6$	5,060	5,090
General insurance risk (R ₁)	4,485	4,442
Insurance risk of third sector insurance contracts (R ₂)	-	-
Assumed interest rate risk (R ₃)	0	0
Asset management risk (R ₄)	964	1,161
Business administration risk (R ₅)	172	177
Catastrophe risk (R ₆)	300	321
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	705.5 %	634.8 %

(4) Mitsui Sumitomo Aoi Life Insurance Co., Ltd. (Non-consolidated)**Non-Consolidated Balance Sheets**

(Yen in millions)

Items	March 31, 2023	September 30, 2023
(Assets)		
Cash, deposits and savings	416,761	317,872
Investments in securities	4,422,873	4,581,531
Loans	60,780	61,411
Tangible fixed assets	7,157	6,278
Intangible fixed assets	25,388	25,687
Due from agencies	1,424	1,614
Reinsurance accounts receivable	1,221	151
Other assets	42,344	50,318
Deferred tax assets	31,316	38,754
Bad debt reserve	(89)	(88)
Total assets	5,009,178	5,083,532
(Liabilities)		
Policy liabilities:	4,362,853	4,425,604
Outstanding claims	40,386	40,576
Underwriting reserves	4,311,933	4,374,573
Reserve for dividends to policyholders	10,532	10,454
Due to agencies	2,989	3,376
Reinsurance accounts payable	362	302
Other liabilities:	499,428	517,110
Payables under repurchase agreements	204,822	235,589
Payables under securities lending transactions	269,048	259,742
Income taxes payable	1,024	4,039
Lease obligations	151	110
Asset retirement obligations	408	409
Other liabilities	23,973	17,218
Reserve for pension and retirement benefits	4,990	5,209
Reserve for retirement benefits for officers	3	2
Reserve for stock payments	63	94
Reserves under the special laws:	12,413	13,126
Reserve for price fluctuation	12,413	13,126
Total liabilities	4,883,105	4,964,827
(Net assets)		
Common stock	85,500	85,500
Capital surplus	19,955	19,955
Retained earnings	41,913	53,021
Total shareholders' equity	147,368	158,476
Net unrealized gains/(losses) on investments in securities	(21,295)	(39,771)
Total valuation and translation adjustments	(21,295)	(39,771)
Total net assets	126,073	118,705
Total liabilities and net assets	5,009,178	5,083,532

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income:	275,684	272,293
Insurance premiums and others:	244,449	236,733
Insurance premiums	243,728	236,733
Investment income:	29,634	33,878
Interest and dividends income	27,133	28,541
Gains on sales of securities	2,485	3,176
Other ordinary income:	1,600	1,681
Ordinary expenses:	265,180	246,986
Insurance claims and others:	127,251	133,934
Insurance claims	23,424	24,981
Annuity payments	10,240	10,197
Benefits	24,597	18,780
Surrender benefits	66,320	76,774
Other refunds	1,738	2,051
Provision for underwriting reserves and others:	90,062	62,829
Provision for outstanding claims	4,571	189
Provision for underwriting reserves	85,491	62,639
Provision for interest portion of reserve for dividends to policyholders	0	0
Investment expenses:	1,347	2,676
Losses on sales of securities	-	104
Losses on derivative transactions	1,311	2,534
Operating expenses	36,450	37,590
Other ordinary expenses	10,068	9,955
Ordinary profit	10,503	25,307
Extraordinary income	0	0
Extraordinary losses	696	714
Provision for reserve for dividends to policyholders	1,414	1,369
Income before income taxes	8,393	23,223
Income taxes - current	3,745	6,790
Income taxes - deferred	(1,375)	(252)
Total income taxes	2,370	6,537
Net income	6,022	16,685

Business Results**Amount of Policies in Force and New Policies**

(1) Policies in force (Yen in 100 millions)

	March 31, 2023		September 30, 2023	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	3,878	226,521	3,883	223,044
Individual annuities	153	5,977	150	5,852
Group insurance	-	98,467	-	94,549
Group annuities	-	2	-	2

(Notes) 1. The amounts of individual annuities represent the total sum of (a) the funds to be held at the time annuity payments are to commence for the policies for which annuity payments have not yet commenced and (b) the underwriting reserves for the policies for which annuity payments have commenced.

2. The amounts of group annuities represent the underwriting reserves.

(2) New policies (Yen in 100 millions)

	Six months ended September 30, 2022				Six months ended September 30, 2023			
	Number of policies (in thousands)	Amount	New policies	Net increase by conversion	Number of policies (in thousands)	Amount	New policies	Net increase by conversion
Individual insurance	97	7,458	7,458	-	102	6,653	6,653	-
Individual annuities	0	15	15	-	0	10	10	-
Group insurance	-	360	360	-	-	1,222	1,222	-
Group annuities	-	-	-	-	-	-	-	-

(Note) The amounts of individual annuities represent the funds to be held at the time annuity payments are to commence.

Annualized Premiums

(1) Policies in force (Yen in 100 millions)

	March 31, 2023	September 30, 2023
Individual insurance	4,035	4,022
Individual annuities	369	358
Total:	4,405	4,380
Medical coverage, living benefits, etc.	1,575	1,600

(2) New policies (Yen in 100 millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Individual insurance	132	135
Individual annuities	0	0
Total:	133	136
Medical coverage, living benefits, etc.	61	69

(Notes) 1. An annualized premium is the annual total of premiums that is obtained by multiplying the amount of a single payment with the number of payments per year in accordance with the premium payment method. An annualized premium for a lump-sum payment policy is the premium divided by the number of years of coverage.

2. "Medical coverage, living benefits, etc." represents the portion of annualized premiums that corresponds to medical coverage benefits (for hospitalization, surgeries, etc.), living benefits (for specified diseases, nursing care, etc.) and premium waiver benefits (excluding those for disability, but including those for specified diseases, nursing care, etc.).

Non-Consolidated Business Performance

(Yen in millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023	Change
Fundamental revenues:	273,182	269,083	(4,098)
Insurance premiums and others	244,449	236,733	(7,716)
Fundamental expenses	264,515	249,498	(15,016)
Fundamental profit	8,666	19,585	10,918
Capital gains/(losses)	2,165	5,136	2,970
Non-recurring gains/(losses)	(329)	586	915
Ordinary profit	10,503	25,307	14,804
Extraordinary income	0	0	(0)
Extraordinary losses	696	714	18
Provision for reserve for dividends to policyholders	1,414	1,369	(44)
Income taxes	2,370	6,537	4,167
Net income	6,022	16,685	10,662

(Note) Since the six months period ended September 30, 2023, calculation of hedge costs on foreign exchange has been changed. As a result, fundamental profit increased by ¥49 million and capital gains/(losses) decreased by the same amount for the six-month period ended September 30, 2023, compared to those before the change.

Also, the amounts for the six-month period ended September 30, 2022 were restated accordingly. As a result, fundamental profit decreased by ¥6 million and capital gains/(losses) increased by the same amount, compared to those before the change.

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2023	September 30, 2023
(A) Total amount of solvency margin	338,880	323,387
Total capital	141,791	155,580
Reserve for price fluctuation	12,413	13,126
Contingency reserve	40,478	39,893
General bad debt reserve	4	4
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions) x 90% (100% in case of negative value)	(29,576)	(55,238)
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	161,884	160,211
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	(6,897)
Brought in capital	-	-
Deductions	-	-
Others	11,884	16,707
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	69,474	72,837
Insurance risk (R ₁)	18,163	17,718
Insurance risk of third sector insurance contracts (R ₈)	18,227	18,103
Assumed interest rate risk (R ₂)	3,274	3,273
Minimum guarantee risk (R ₇)	-	-
Asset management risk (R ₃)	53,702	57,908
Business administration risk (R ₄)	1,867	1,940
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	975.5 %	887.9 %

(5) Mitsui Sumitomo Primary Life Insurance Co., Ltd. (Non-consolidated)**Non-Consolidated Balance Sheets**

(Yen in millions)

Items	March 31, 2023	September 30, 2023
(Assets)		
Cash, deposits and savings	764,633	767,950
Monetary claims bought	74,996	69,996
Money trusts	2,078,352	2,200,843
Investments in securities	3,451,044	3,713,830
Loans	261,512	275,936
Tangible fixed assets	1,051	1,018
Intangible fixed assets	11,570	10,799
Reinsurance accounts receivable	29,533	38,161
Other assets	37,419	43,393
Deferred tax assets	113,623	147,547
Bad debt reserve	(4)	(2)
Total assets	6,823,733	7,269,474
(Liabilities)		
Policy liabilities:	6,375,196	6,920,161
Outstanding claims	22,996	25,243
Underwriting reserves	6,352,199	6,894,917
Due to agencies	5,847	6,740
Reinsurance accounts payable	22,051	9,586
Other liabilities:	72,286	82,846
Income taxes payable	8	9
Lease obligations	942	685
Asset retirement obligations	185	185
Other liabilities	71,149	81,966
Reserve for stock payments	11	17
Reserves under the special laws:	198,184	200,526
Reserve for price fluctuation	198,184	200,526
Total liabilities	6,673,577	7,219,878
(Net assets)		
Common stock	41,060	41,060
Capital surplus	24,735	24,735
Retained earnings	180,820	164,584
Total shareholders' equity	246,615	230,379
Net unrealized gains/(losses) on investments in securities	(73,053)	(109,624)
Net deferred gains/(losses) on hedges	(23,405)	(71,157)
Total valuation and translation adjustments	(96,459)	(180,782)
Total net assets	150,156	49,596
Total liabilities and net assets	6,823,733	7,269,474

Non-Consolidated Statements of Income

(Yen in millions)

Items	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income:	1,094,898	1,184,011
Insurance premiums and others:	619,813	704,745
Insurance premiums	528,672	654,544
Investment income:	396,005	476,777
Interest and dividends income	34,375	51,254
Investment gains on money trusts	239,575	176,827
Investment gains on trading securities	118	57
Gains on sales of securities	6,154	1,311
Foreign exchange gains	115,268	166,457
Investment gains on separate accounts	-	80,670
Other ordinary income	79,079	2,488
Reversal of outstanding claims	4,298	-
Reversal of underwriting reserves	72,253	-
Ordinary expenses:	1,079,961	1,193,778
Insurance claims and others:	965,374	606,033
Insurance claims	71,867	77,837
Annuity payments	43,919	43,496
Benefits	125,249	137,802
Surrender benefits	613,957	162,513
Other refunds	2,711	3,408
Reinsurance premiums	107,669	180,976
Provision for underwriting reserves and others:	-	544,965
Provision for outstanding claims	-	2,246
Provision for underwriting reserves	-	542,718
Investment expenses:	79,217	1,386
Interest expense	8	8
Losses on sales of securities	12,479	1,335
Investment losses on separate accounts	66,695	-
Operating expenses	28,565	33,420
Other ordinary expenses	6,803	7,973
Ordinary profit/(loss)	14,937	(9,766)
Extraordinary income	-	-
Extraordinary losses	2,041	2,341
Income before income/(loss) taxes	12,895	(12,107)
Income taxes - current	(1,667)	(2,369)
Income taxes - deferred	5,610	(1,132)
Total income taxes	3,942	(3,501)
Net income/(loss)	8,952	(8,606)

Business Results**Amount of Policies in Force and New Policies**

(1) Policies in force (Yen in 100 millions)

	March 31, 2023		September 30, 2023	
	Number of policies (in thousands)	Amount	Number of policies (in thousands)	Amount
Individual insurance	674	46,553	714	51,824
Individual annuities	372	22,768	394	25,093
Group insurance	-	-	-	-
Group annuities	-	-	-	-

(Note) The amounts of individual annuities represent the total sum of (a) the funds to be held at the time annuity payments are to commence (the premium reserves in the case of individual variable annuities) for the policies for which annuity payments have not yet commenced and (b) the underwriting reserves for the policies for which annuity payments have commenced.

(2) New policies (Yen in 100 millions)

	Six months ended September 30, 2022				Six months ended September 30, 2023			
	Number of policies (in thousands)	Amount	New policies	Net increase by conversion	Number of policies (in thousands)	Amount	New policies	Net increase by conversion
Individual insurance	71	4,676	4,676	-	71	4,711	4,711	-
Individual annuities	12	795	795	-	34	2,281	2,281	-
Group insurance	-	-	-	-	-	-	-	-
Group annuities	-	-	-	-	-	-	-	-

(Note) The amounts of individual annuities represent the funds to be held at the time annuity payments are to commence (the premium reserves at the time of enrollment in the case of individual variable annuities).

Annualized Premiums

(1) Policies in force (Yen in 100 millions)

	March 31, 2023	September 30, 2023
Individual insurance	4,632	5,173
Individual annuities	2,618	2,831
Total:	7,250	8,004
Medical coverage, living benefits, etc.	7	8

(2) New policies (Yen in 100 millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Individual insurance	387	369
Individual annuities	98	267
Total:	485	637
Medical coverage, living benefits, etc.	0	0

(Notes) 1. An annualized premium is the annual total of premiums that is obtained by multiplying the amount of a single payment with the number of payments per year in accordance with the premium payment method. An annualized premium for a lump-sum payment policy is the premium divided by the number of years of coverage.
2. "Medical coverage, living benefits, etc." represents the portion of annualized premiums that corresponds to medical coverage benefits (for hospitalization, surgeries, etc.), living benefits (for specified diseases, nursing care, etc.) and premium waiver benefits (excluding those for disability, but including those for specified diseases, nursing care, etc.).

Non-Consolidated Business Performance

(Yen in millions)

	Six months ended September 30, 2022	Six months ended September 30, 2023	Change
Fundamental revenues:	1,158,618	1,242,492	83,873
Insurance premiums and others	619,813	704,745	84,932
Fundamental expenses	1,081,334	1,190,384	109,049
Fundamental profit	77,283	52,108	(25,175)
Capital gains/(losses)	(60,512)	(46,894)	13,617
Non-recurring gains/(losses)	(1,833)	(14,979)	(13,145)
Ordinary profit/(loss)	14,937	(9,766)	(24,703)
Extraordinary income	-	-	-
Extraordinary losses	2,041	2,341	299
Provision for reserve for dividends to policyholders	-	-	-
Income taxes	3,942	(3,501)	(7,443)
Net income/(loss)	8,952	(8,606)	(17,559)

Non-Consolidated Solvency Margin Ratio

(Yen in millions)

	March 31, 2023	September 30, 2023
(A) Total amount of solvency margin	683,942	645,797
Total capital	238,985	230,379
Reserve for price fluctuation	198,184	200,526
Contingency reserve	86,766	101,747
General bad debt reserve	-	-
Net unrealized gains/(losses) on investments in securities and net deferred gains/(losses) on hedges (prior to tax effect deductions) x 90% (100% in case of negative value)	(122,474)	(191,149)
Net unrealized gains/(losses) on land x 85%	-	-
Excess of continued Zillmerized reserve (a)	221,476	246,638
Subordinated debts, etc. (b)	-	-
Amount excluded from the margin, out of (a) and (b)	-	-
Brought in capital	-	-
Deductions	-	-
Others	61,003	57,656
(B) Total amount of risks $\sqrt{(R_1 + R_8)^2 + (R_2 + R_3 + R_7)^2} + R_4$	152,103	178,627
Insurance risk (R ₁)	1,423	1,717
Insurance risk of third sector insurance contracts (R ₈)	3	3
Assumed interest rate risk (R ₂)	38,168	50,331
Minimum guarantee risk (R ₇)	1,016	1,028
Asset management risk (R ₃)	109,901	123,722
Business administration risk (R ₄)	3,010	3,536
(C) Solvency margin ratio [(A) / {(B) x 1/2}] x 100	899.3 %	723.0 %

3. Supplementary Information on Business Results for the Six Months Ended September 30, 2023 for Press Conference

(1) Mitsui Sumitomo Insurance Co., Ltd. (Non-consolidated)

1. Basic Information

(Yen in 100 millions)

	Six months ended September 30, 2022 (A)	Year ended March 31, 2023 (B)	Six months ended September 30, 2023 (C)	Change (C) - (B)	Change (C) - (A)
1	Net premiums written	8,570	16,298	8,377	(193)
	Change ratio	4.9%	3.2%	(2.3)%	(7.2)%
2	Total assets	72,641	70,000	74,687	4,687
3	Net loss ratio	57.5%	64.3%	60.8%	(3.5)%
4	Net expense ratio	31.4%	32.5%	31.3%	(1.2)%
5	Combined ratio	88.9%	96.8%	92.1%	(4.7)%
	Underwriting result ratio	11.1%	3.2%	7.9%	4.7%
6	Voluntary automobile insurance				
	Net premiums written	3,443	6,885	3,466	22
	Change ratio	(0.4)%	(0.0)%	0.7%	1.1%
	Underwriting result ratio	6.9%	3.9%	3.1%	(3.8)%
	Net loss ratio	61.0%	63.5%	64.9%	1.4%
	Net expense ratio	32.1%	32.6%	32.0%	(0.6)%
7	Fire and allied insurance				
	Net premiums written	1,563	2,660	1,318	(245)
	Change ratio	27.3%	12.4%	(15.7)%	(43.0)%
	Underwriting result ratio	6.1%	(15.7)%	(0.1)%	(6.2)%
	Net loss ratio	57.8%	77.3%	63.9%	(13.4)%
	Net expense ratio	36.1%	38.4%	36.2%	(2.2)%
8	Number of employees	12,710	12,572	12,224	(348)
9	Number of agencies	31,472	30,719	29,825	(894)

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written

2. Net expense ratio = (commissions and collection expenses + operating expenses and general administrative expenses for underwriting) / net premiums written

3. Combined ratio = net loss ratio + net expense ratio

4. Underwriting result ratio = 1 - combined ratio

(Reference) Consolidated Business Results of MS&AD Insurance Group Holdings, Inc.

(Yen in 100 millions)

	Six months ended September 30, 2022 (A)	Year ended March 31, 2023 (B)	Six months ended September 30, 2023 (C)	Change (C) - (B)	Change (C) - (A)
1	Ordinary income	28,247	52,507	36,285	8,037
2	Net premiums written	20,962	39,332	22,700	1,737
	Change ratio	-	-	8.3%	-
3	Life insurance premiums	(120)	4,584	4,760	4,880
	Change ratio	-	-	-	-
4	Ordinary profit	238	2,922	1,314	1,075
5	Net income/(loss) attributable to owners of the parent	(11)	2,110	875	886

(Notes) Overseas consolidated subsidiaries and overseas equity method associates have adopted International Financial Reporting Standards

(IFRS) 17 "Insurance Contracts" from the beginning of the six months ended September 30, 2023, since these entities have already adopted IFRS.

The figures for the six months ended September 30, 2022, and for the year ended March 31, 2023, are presented on IFRS 17 basis retrospectively.

Change ratios for the six months ended September 30, 2022 and for the year ended March 31, 2023, and Change ratios in Change (C) - (B) and Change (C) - (A) for the six months ended September 30, 2023 are not available and not presented on this table.

2. Other Information**(a) Impairment losses on securities**

(Yen in 100 millions)

	Six months ended September 30, 2022	Year ended March 31, 2023	Six months ended September 30, 2023
Domestic bonds	-	-	-
Domestic stocks	6	24	0
Foreign securities	58	237	185
Other securities	-	-	-
Total	65	261	186

Rules for recognition of impairment

In principle, the Company recognizes impairment losses on securities if the fair value declines by 30% or more from the cost.

(b) Impairment losses on fixed assets

(Yen in 100 millions)

	Six months ended September 30, 2022	Year ended March 31, 2023	Six months ended September 30, 2023
Land	-	0	-
Buildings	-	4	-
Others	-	-	-
Total	-	4	-

(c) Unrealized gains and losses on investments in securities

(Yen in 100 millions)

	September 30, 2022	March 31, 2023	September 30, 2023
Domestic bonds	548	506	209
Domestic stocks	12,067	12,554	16,613
Foreign securities	827	839	1,300
Other securities	(16)	19	72
Total	13,426	13,919	18,195

(Notes) 1. The above table describes available-for-sale securities (excluding stocks and other securities without market prices and investments in partnerships etc.).

2. Monetary claims bought are included in "Other securities".

(d) Losses caused by natural disasters in Japan, excluding residential earthquake insurance

(Yen in 100 millions)

	Six months ended September 30, 2022	Year ended March 31, 2023	Six months ended September 30, 2023
Direct claims paid	126	505	179
Net claims paid	124	491	174
Outstanding claims	370	20	386

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(e) Catastrophe reserve

(Yen in 100 millions)

Lines of insurance	September 30, 2022			March 31, 2023			September 30, 2023		
	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision
Fire and allied	1,184	37.9%	157	1,013	38.1%	550	1,073	40.7%	200
Marine	837	105.7%	21	857	112.7%	41	879	111.9%	21
Personal accident	864	53.6%	26	835	55.0%	48	862	51.3%	26
Voluntary automobile	1,498	21.8%	110	1,412	20.5%	220	1,386	20.0%	111
Other	2,078	62.8%	59	2,064	67.6%	126	2,099	63.0%	71
Total	6,462	41.1%	374	6,183	41.6%	989	6,303	41.0%	432

(Notes) 1. Reserve ratio = catastrophe reserve / (net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance))

Reserve ratio for September 30 is calculated on an annualized basis using net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance) multiplied by two as a denominator.

2. Provision = gross provision

(f) Reinsurance assumed

(Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2022		Six months ended September 30, 2023	
	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid
Fire and allied	305	215	307	169
Marine	103	50	105	47
Personal accident	3	4	3	3
Voluntary automobile	18	12	20	14
Compulsory automobile liability	472	491	451	511
Other	156	60	140	91
Total	1,059	834	1,029	838

(g) Reinsurance ceded

(Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2022		Six months ended September 30, 2023	
	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid
Fire and allied	943	718	961	225
Marine	308	69	332	101
Personal accident	48	35	70	26
Voluntary automobile	52	27	56	52
Compulsory automobile liability	417	470	350	490
Other	473	234	481	324
Total	2,244	1,555	2,253	1,219

(2) Aioi Nissay Dowa Insurance Co., Ltd. (Non-consolidated)

1. Basic Information

(Yen in 100 millions)

	Six months ended September 30, 2022 (A)	Year ended March 31, 2023 (B)	Six months ended September 30, 2023 (C)	Change (C) - (B)	Change (C) - (A)	
1	Net premiums written	6,955	13,355	6,940	-	(15)
	Change ratio	4.9%	3.4%	(0.2)%	(3.6)%	(5.1)%
2	Total assets	37,186	37,336	38,463	1,127	1,277
3	Net loss ratio	61.5%	66.6%	62.7%	(3.9)%	1.2%
4	Net expense ratio	33.8%	34.6%	33.5%	(1.1)%	(0.3)%
5	Combined ratio	95.3%	101.2%	96.2%	(5.0)%	0.9%
	Underwriting result ratio	4.7%	(1.2)%	3.8%	5.0%	(0.9)%
6	Voluntary automobile insurance					
	Net premiums written	3,830	7,652	4,034	-	204
	Change ratio	1.6%	2.3%	5.3%	3.0%	3.7%
	Underwriting result ratio	11.1%	6.8%	8.3%	1.5%	(2.8)%
	Net loss ratio	58.0%	61.6%	61.1%	(0.5)%	3.1%
	Net expense ratio	30.9%	31.6%	30.6%	(1.0)%	(0.3)%
7	Fire and allied insurance					
	Net premiums written	1,368	2,246	1,065	-	(303)
	Change ratio	32.5%	12.6%	(22.2)%	(34.8)%	(54.7)%
	Underwriting result ratio	(3.1)%	(24.7)%	(15.6)%	9.1%	(12.5)%
	Net loss ratio	65.0%	83.4%	75.6%	(7.8)%	10.6%
	Net expense ratio	38.1%	41.3%	40.0%	(1.3)%	1.9%
8	Number of employees	13,118	12,741	12,533	(208)	(585)
9	Number of agencies	48,289	47,070	46,247	(823)	(2,042)

(Notes) 1. Net loss ratio = (net claims paid + loss adjustment expenses) / net premiums written

2. Net expense ratio = (commissions and collection expenses + operating expenses and general administrative expenses for underwriting) / net premiums written

3. Combined ratio = net loss ratio + net expense ratio

4. Underwriting result ratio = 1 - combined ratio

(Reference) Consolidated Business Results of MS&AD Insurance Group Holdings, Inc.

Please refer to page 37.

2. Other Information**(a) Impairment losses on securities**

(Yen in 100 millions)

	Six months ended September 30, 2022	Year ended March 31, 2023	Six months ended September 30, 2023
Domestic bonds	-	-	-
Domestic stocks	18	18	0
Foreign securities	5	4	0
Other securities	-	0	-
Total	23	22	0

Rules for recognition of impairment

In principle, the Company recognizes impairment losses on securities if the fair value declines by 30% or more from the cost.

(b) Impairment losses on fixed assets

(Yen in 100 millions)

	Six months ended September 30, 2022	Year ended March 31, 2023	Six months ended September 30, 2023
Land	10	10	8
Buildings	4	8	6
Others	0	0	-
Total	14	19	14

(c) Unrealized gains and losses on investments in securities

(Yen in 100 millions)

	September 30, 2022	March 31, 2023	September 30, 2023
Domestic bonds	216	182	66
Domestic stocks	4,420	5,059	6,138
Foreign securities	(27)	(35)	152
Other securities	57	77	126
Total	4,666	5,283	6,484

(Note) The above table describes available-for-sale securities (excluding stocks and other securities without market prices and investments in partnerships etc.).

(d) Losses caused by natural disasters in Japan, excluding residential earthquake insurance

(Yen in 100 millions)

	Six months ended September 30, 2022	Year ended March 31, 2023	Six months ended September 30, 2023
Direct claims paid	141	472	173
Net claims paid	137	455	168
Outstanding claims	267	6	290

(Note) The above table describes losses caused by natural disasters in Japan incurred during the respective period.

(e) Catastrophe reserve

(Yen in 100 millions)

Lines of insurance	September 30, 2022			March 31, 2023			September 30, 2023		
	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision	Balance	Reserve Ratio	Provision
Fire and allied	984	36.0%	206	832	37.1%	539	751	35.3%	163
Marine	92	135.8%	1	83	106.9%	3	73	145.2%	1
Personal accident	710	110.7%	10	710	117.2%	19	720	111.4%	10
Voluntary automobile	1,096	14.3%	122	908	11.9%	245	859	10.7%	129
Other	718	48.6%	23	690	48.0%	44	709	42.5%	25
Total	3,602	28.6%	364	3,225	26.8%	852	3,113	24.8%	330

(Notes) 1. Reserve ratio = catastrophe reserve / (net premiums written (excluding premiums of residential earthquake insurance and compulsory automobile liability insurance))

Reserve ratio for September 30 is calculated on an annualized basis using net premiums written multiplied by two as a denominator.

2. Provision = gross provision

(f) Reinsurance assumed

(Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2022		Six months ended September 30, 2023	
	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid	Net reinsurance assumed premiums written	Net reinsurance assumed claims paid
Fire and allied	337	269	353	260
Marine	35	36	27	26
Personal accident	15	12	14	10
Voluntary automobile	278	167	458	246
Compulsory automobile liability	402	412	387	433
Other	74	134	123	48
Total	1,144	1,034	1,365	1,025

(g) Reinsurance ceded

(Yen in 100 millions)

Lines of insurance	Six months ended September 30, 2022		Six months ended September 30, 2023	
	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid	Net reinsurance ceded premiums written	Net reinsurance ceded claims paid
Fire and allied	710	593	687	181
Marine	1	0	2	0
Personal accident	48	15	47	14
Voluntary automobile	18	1	21	23
Compulsory automobile liability	457	501	386	544
Other	246	30	251	53
Total	1,482	1,143	1,395	818

(Reference)

Effect of retrospective application of IFRS 17

(Yen in 100 millions)

	Net income/(loss) attributable to owners of the parent	
	Six months ended September 30,2022	Year ended March 31,2023
Before retrospective application of IFRS 17	(335)	1,615
Difference	324	494
	Explanation: Decrease in insurance liabilities (liabilities for incurred claims) mainly due to an increase in the discount rate	Explanation: Same as left
After retrospective application of IFRS 17	(11)	2,110

Net assets
March 31,2023
30,562
832
Main allocation:
Beginning balance of Retained earnings 285
Net income /(loss) attributable to owners of the parent 494
Net unrealized gains/(losses) on policy liabilities for foreign subsidiaries, etc. 26
Foreign currency translation adjustments 9
31,395